

HOUSE BILL 1781
By Curtiss

AN ACT to amend Tennessee Code Annotated, Section
67-6-209, relative to payment of sales and use tax
in certain circumstances.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-209, is amended by adding the following language as a new, appropriately designated subsection:

() There is exempt from the tax imposed by this chapter any tangible personal property that is provided to a contractor or subcontractor on a temporary basis for testing; provided, that the foregoing shall apply only in those instances where the facility at which the testing is undertaken is owned by the United States or any agency thereof. The exemption provided by this subsection shall apply only to property that is the subject of the test being performed and property into which the subject of the test must be incorporated before the testing can occur. The exemption provided by this subsection shall not apply to any equipment, machinery or other property used to conduct the test.

SECTION 2. This act shall take effect upon becoming a law, the public welfare requiring it.